

DAILY MARKETS OVERVIEW

12 DECEMBER 2018

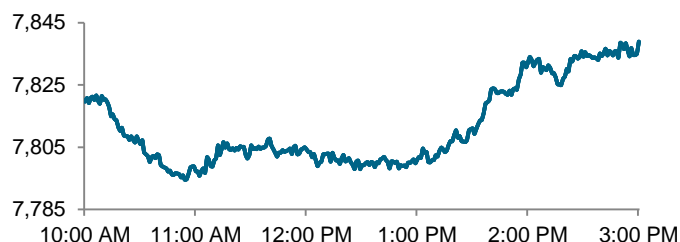
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,839	0.2	-0.1	8.5	16.9
Saudi (NOMU)	2,405	-0.2	-0.4	-23.4	8.0
Energy	4,932	0.9	-1.8	15.2	18.7
Materials	5,455	-0.3	-0.6	7.9	16.9
Capital Goods	4,011	0.0	-0.4	-7.6	22.8
Com. & Prof. Svc	4,443	0.2	0.4	5.6	18.9
Transportation	3,593	0.3	1.3	-10.4	21.2
Cons. Durables & Apparel	3,710	0.9	0.5	-10.4	NA
Consumer Services	3,061	0.3	0.4	-16.9	NA
Media	11,157	-0.3	-1.3	44.2	NA
Retailing	6,879	-0.7	-0.8	22.1	32.2
Food & Staples Retailing	6,099	-0.5	1.1	8.7	24.5
Food & Beverages	3,920	-0.5	-1.2	-20.0	NA
Health Care Equipment	3,704	1.9	0.0	-16.6	19.4
Pharma, Biotech & Life Science	3,852	0.5	-0.3	-3.0	26.9
Banks	7,053	0.7	0.1	28.2	12.6
Diversified Financials	3,412	1.4	1.8	-15.3	NA
Insurance	4,226	0.0	1.3	-10.6	NA
Telecommunication	5,115	-0.1	0.2	20.3	16.4
Utilities	3,452	0.6	0.6	-24.3	NA
REITs	3,620	-0.1	-0.2	-21.9	NA
Real Estate	3,270	0.3	0.3	-30.4	23.8

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Enaya Cooperative Insurance Co.	33.60	8.2%	49.6
Saudi Advanced Industries Co.	12.98	5.7%	38.1
National Medical Care Co.	46.00	4.1%	20.8
SEDCO Capital REIT Fund	8.00	3.9%	7.6
Mobile Telecommunications Co. Saudi Arabia	7.05	3.7%	73.2

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Saudi Public Transport Co.	12-Dec-18
Saudi Enaya Cooperative Insurance Co.	12-Dec-18
National Agricultural Marketing Co.	16-Dec-18
Saudi Chemical Co.	17-Dec-18
Saudi Airlines Catering Co.	17-Dec-18
Saudi Company for Hardware	17-Dec-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 12, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.2% higher at 7,839, while NOMU ended 0.2% lower at 2,405 on Tuesday. TASI traded value totaled SAR 2.2bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 30% of the daily traded value.
- Banks gained 0.7% while Materials closed 0.3% lower. Telecom ended 0.1% lower. Health Care Equipment (up 1.9%) was the best performer. Among stocks, Saudi Enaya Cooperative Insurance Co. (8311/ENAYA AB), Saudi Advanced Industries Co. (2120/SAIC AB), and National Medical Care Co. (4005/CARE AB) led the gainers.
- US-based Baker Hughes (BHGE US) plans to build a new oilfield services (OFS) facility in King Salman Energy Park (SPARK). Work has already begun on the first phase of the facility, expected to open by the end of 2019. (Source: Argaam)
- US Federal Trade Commission (FTC) rejected US-based Tronox Ltd.'s plan to acquire the titanium dioxide (TiO2) business of National Titanium Dioxide Ltd. (Cristal), 79% owned by National Industrialization Co. (2060/NIC AB). The FTC stated that the deal may substantially lessen competition for the sale of chloride-based TiO2 in North America. (Source: Argaam)
- Najran Cement Co.'s (3002/NAJRAN AB) Sukuk holders waived any right that may result from regulations and conditions of the SAR 400mn (USD 107mn) Sukuk, maturing in June 2020, due to non-compliance with the financial conditions ending at December 31, 2017. (Source: Argaam)
- Saudi International Petrochemical Co. (2310/SIPCHEM AB) acquired National Power Company's 25% stake in International Gases Company (IGC), an affiliate of SIPCHEM. (Source: Argaam)
- Arabian Pipes Co. (2200/APCO AB) secured a contract worth over SAR 49mn (USD 13.1mn) to supply Saudi Aramco with OCTG steel pipes. (Source: Argaam)
- Saudi Advanced Industries Co. (2120/SAIC AB) inked a memorandum of understanding (MoU) with Saudi Arabian Military Industries Company (SAMI) to sell a 10% stake in Alsalam Aerospace for SAR 100mn (USD 26.7mn). (Source: Argaam)
- The National Shipping Co of Saudi Arabia (4030/NSCSA AB) BoD recommended a cash dividend of SAR 1.5 per share for FY18, implying a full-year yield of 4.6%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
MEFIC REIT Fund	8.82	-5.2%	7.4
AlJazira Mawten REIT Fund	15.62	-2.9%	16.8
Allied Cooperative Insurance Group	18.44	-2.3%	30.5
Jarir Marketing Co.	152.20	-1.4%	20.9
Middle East Specialized Cables Co.	12.50	-1.3%	5.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	118.40	-1.2%	229
Al Rajhi Bank	86.80	0.5%	169
Alinma Bank	22.24	0.9%	123
Mobile Telecommunications Co. Saudi Arabia	7.05	3.7%	73
Saudi Industrial Export Co.	97.90	0.1%	60

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,535	1.4	-1.7	-24.8	8.6
Abu Dhabi (ADX)	4,816	0.6	-1.2	9.5	13.1
Kuwait (KSE)	5,189	0.3	0.2	1.2	18.5
Qatar (QE)	10,482	-0.7	-1.1	23.0	15.5
Oman (MSM)	4,498	-0.1	-1.1	-11.8	10.6
Bahrain (BSE)	1,318	0.0	-0.2	-1.0	8.9
DJMENA Index	557	0.2	-0.5	5.8	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,637	0.0	0.1	-1.4	18.0
US (NASDAQ 100)	7,032	0.2	0.9	1.9	20.3
UK (FTSE 100)	6,807	1.3	0.4	-11.5	15.4
Germany (DAX)	10,781	1.5	-0.1	-16.5	11.8
France (CAC 40)	4,806	1.3	-0.1	-9.5	14.8
Russia (MICEX)	2,394	-0.1	-1.5	13.5	5.5
Japan (Nikkei)	21,148	-0.3	-2.4	-7.1	14.6
Hong Kong (HSI)	25,772	0.1	-1.1	-13.9	9.8
South Korea (KOSPI)	2,053	0.0	-1.1	-16.8	9.8
China (SHCOMP)	2,594	0.4	-0.5	-21.6	12.1
India (NIFTY)	10,549	0.6	-1.4	0.2	21.6
Brazil (IBOV)	86,420	0.6	-1.9	13.1	19.3
Turkey (BIST 100)	91,801	-0.5	-2.0	-20.4	6.7
Egypt (EGX30)	12,664	1.5	2.2	-15.7	11.6
MSCI Emerging Markets	965	0.2	-1.7	-16.7	NA
MSCI World	1,955	0.1	-0.5	-7.1	16.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	60.2	0.4	-2.4	-10.0	-6.9
Natural Gas (\$/mmbtu)	4.4	-3.0	-1.8	57.0	42.0
Gold (\$/oz)	1,243	-0.1	-0.5	-4.8	0.1
Silver (\$/oz)	14.6	0.2	-0.4	-14.6	-7.3
Platinum (\$/oz)	786	0.1	-1.0	-15.6	-11.5
Copper (\$/t)	6,171	1.3	0.3	-14.4	-7.0
Zinc (\$/t)	2,667	0.8	-0.5	-20.1	-14.8
Lead (\$/mt)	1,970	-0.3	0.3	-21.1	-21.1
Wheat (\$/bu)	521	-0.8	-1.9	11.9	6.7
Corn (\$/bu)	385	0.2	-0.2	0.2	-1.7
Sugar (\$/lb)	12.8	0.9	-0.3	-15.6	-13.1

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.78	0.00	1.08	0.00
Saudi Arabia	2.88	0.01	0.98	0.10
UAE	2.90	-0.02	1.11	0.13
Kuwait	2.13	0.00	0.25	-0.65
Qatar	2.83	0.03	0.18	0.05
Bahrain	3.80	0.00	1.08	1.02

Source: Reuters

NOTES: (1) Prices updated as of December 12, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Tuesday. S&P 500 ended flat, while NASDAQ gained 0.2%. Dow Jones Industrial closed 0.2% lower. In Europe, UK gained 1.3%, while Germany and France closed 1.5% and 1.3% higher, respectively.
- Asian markets are trading in the green on Wednesday. China is up 0.2%. Japan and South Korea are trading 2.0% and 1.2% higher, respectively. Hong Kong and India are up 1.5% and 1.0%, respectively.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi gained 1.4% and 0.6%, respectively. Kuwait closed 0.3% higher, while Qatar declined 0.7%. Oman closed 0.1% lower, while Bahrain ended flat.
- The Central Bank of Oman (CBO) confirmed that it has become a full member of the Islamic Financial Services Board (IFSB). (Source: GulfBase)
- The UAE's Ministry of Economy stated that the Emirate is targeting investments in a more diverse range of sectors over the next few years. Inflows in recent years have focussed on the real estate and retail sectors. (Source: Zawya)
- The UAE's Federal Tax Authority's (FTA) discussed Value Added Tax (VAT) Refund Scheme for Foreign Businesses at its latest meeting, adding that any tax incurred on a supply or import made by a non-taxable person conducting business but not residing in the UAE shall be refunded to the said person. (Source: GulfBase)
- The Oman's National Centre for Statistics and Information (NCSI) revealed the production of standard grade petrol (M-91) by Omani refineries has seen a big 41% Y/Y jump to hit 11.9mn barrels during the first 10 months of this year. (Source: Trade Arabia)
- According to Dubai's Roads and Transport Authority (RTA), Dubai is currently building USD 4.0bn (AED 14.6bn) worth of roads and infrastructure projects in preparation for the Expo 2020, which is expected to host 25mn visitors. (Source: Arabian Business)
- Dubai's Damac Properties (DAMAC UH) awarded infrastructure works contract worth AED 40mn (USD 10.9mn) to Dubai based Proscap for its 207,000 sq-m cluster, Aquilegia, located within the 55-million-sq-ft community, Akoya Oxygen in Dubai, UAE. (Source: Trade Arabia)
- India has delayed the commissioning of refinery at Ratnagiri that state-owned firms are building in tie up with Saudi Aramco and Abu Dhabi National Oil Co (ADNOC). The commissioning of the planned 1.2 million barrels per day (bpd) coastal refinery in Western Maharashtra has been delayed by two year to 2025. (Source: Zawya)
- Kuwait-based warehousing and logistics company, Agility, revealed that it plans to spend up to USD 100mn (KWD 30.4mn) over the next three years to rollout Shipa.com, the online freight forwarding platform that it launched in April this year. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 7 (prior: -7.3mn barrels) will be announced today. (Source: Econoday)
- Change in US' CPI for November 2018 (prior: 0.3% M/M, 2.5% Y/Y; consensus: 0.0% M/M, 2.2% Y/Y) will be announced today. (Source: Econoday)
- US jobless claims for the week ended December 8 (prior: 231K; consensus: 228K) will be announced tomorrow. (Source: Econoday)



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